

Exhibit K

MEMO



DATE: May 11, 2017

TO: Hon. Mayor Berryman and City Commission

FROM: Shane A. Horn, City Administrator

SUBJECT: Purchase Agreement – Industrial Park Parcel

We have received a signed Purchase Agreement from the developer, Lenawee Hospitality, LLC to purchase Lot 12 within the Adrian Industrial Park containing 3.82 acres (Parcel #XA0-352-0035-00) for the sale price of One Dollar (\$1.00). We have made changes to the original document so the City is not responsible for any closing costs as a result of this transaction. As you know Adrian College signed the original Option to Purchase Agreement with a purchase price of \$15,000 per acre. They have assigned their interest under the original agreement to Lenawee Hospitality, LLC.

I have expressed my concerns to the Commission on how City staff was not included in discussions for this transaction, this is a recurring pattern that needs correcting. With that said, a development of this type and magnitude would certainly be a welcome addition in the City of Adrian and also provide a significant boost to this critical corridor.